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KUOMINTANG GRI N FORMOSA

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From Our Tokyo Correspondent

One of the ironies of the Formosa crisis is that both the United States and China have been indulging in refinements of "brinkmapship" over the offshore of prinkmanship over the offishore islands which, in the opinion of experts, have no military or strategic value. They emphot be adequately defended against a graphinged blockade, unless the war is durried on to the mainland; they are not a springboard for an invasion which the Nationalists, in any case, are incapable of launching unaided; and their value or jagueing united, and out of Amoy and Foothow is questionable, save as a thorn in the flesh of the Peking regime. For in the flesh of the Peking regime. For the Communists, on the other hand, there can be no gain whatever in seizing posi-tions a few miles off their shores if their

ultimate objective is to have Formosa,

The issue is one of politics, not of
strategy. The islands are footholds or rather tocholds—in enemy territory, the tangible expression of the Nationalists' unshaken resolve to reconquer the mainland some day. To abandon then, or less them in combat would rob the myth of a reconquest of the value it still holds.

Any weakening of the back-to-themainland philosophy, whether through a cease fire, neutralization, or loss of territory, would strengthen the concept of two Chinas, which is anathema to both. Apart from the Generalissimo himself, very few of his followers, in their heart of hearts, really believe a return to the mainland possible or likely. But it is the very raison d'être of likely. But it is the very raison a the Kuomintung, its ultimate justification, to which all must pay at least lip

HUGE ARMY

Dice it is discarded, what becomes of the whole apparatus of government of the whole apparatus of government grared to a country set of 10 million like Formova but of 600 million (Chinese, maintained alongside of, but distinct from, the provincial administration of Taiwan? Where is the necession of the provincial administration of Taiwan? sity for a huge army of 400,000, training and exercising unremittingly for the great trial of strength? The burdenger bureaucracy, the military budget which absorbs some 83 per cent. of the national revenue, the strict police and security measures, the one-party dicta-torship and the effective domination of eight million native Formosans by two million Chinese exiles would no longer make any sense. Even the plea that all this is needed to preserve Formosa itself from the Communists does not carry conviction. For no one on the island really believes that it is threatened in the current dispute. In any case, the United States and the 7th Fleet would ensure protection far more effectively than the

storically, then, Potmosa remains sedificially, then, Potmosa remains dedicated sacrificed, some natives would say to the reconquest of China; would say to the reconquest administrawould say to the reconquest or unum proper. But the Nationalist administra ion has settled down, and grown los oots. More vigorous attempts we made to placate the native population, once it became obvious that cohabitation would be prolonged. In the past two years more Permosase have been brought into the Civil Service. Some The Market

have risen to the fair departments. They have had a better break in business and advising The Vice-President of the Nata nat Assembly, the Mayor of Taipen, and two Ministers of State in the new Cabinet of Chen Cheng are native Fornosans. And. more important, some 10 per cent. of the armed forces is reconfied among the islanders. There are here Formosan officers, and of higher repo, then in the

STRICT INDOCTRINATION

The mainstrings of power, and the key posts in the Administration and the forces, however, remain a firmly acever in the hands of the Kubelintang. The Formosan recruits in the Army undergo a strict process of indoctrination during their two years basic training. They are scattered throughout the forces, and usually commanded by officers from the manulaird. The corps of officers from the man political officers, attached to an only down to companies, is entrusted with the down to companies, is entrusted with the down to companies. They were the companies of the ing out subversive iden. They were organized with great elliciancy, on the model of the Soviet Commissars, by the Generalissimo's eldest on. General Chiang Ching Kuo, who has made psychological warfare his atticular concern. The system is office tree. Even on Quemoy, where half the men are Formosan, morale is high. They may Formosan, morale is high. They may feel little stake in the offshore blands. and even less inspiration in the return to the mainland—since their own homes are in Formosa. Bill they will fight with a will,

Fundamentally, therefore, the regime has not changed. But it is nothods have softened, and its maining ations are subler. In essentials it is all a dictatorabip; but the dictate support a party rather than of one man. In recent years the Generalissimo has become a more shadowy, withdrawn figure, both above and beyond the fray. He infuses the whole regime with his faith and personality, and holds it together. He is the source of all power, but its effective exercise is more and more in the hands of Chen Cheng, his most likely heir, who heads the most powerful Government of the Kuomintang's le years of exile.

FREEDOM OF PRESS

There is the minimum of repression consistent with Kuomintang supremacy under the meinland or to go consistent with Kuomintang supremacy under the meinland or to go and the pursuit of an ideal with which 80 per cent, of the population has little defies analysis sympathy. Where it will not jcopardize the regime or its assirations, democracy is allowed almost tree can. At the local elections this year many Opposition candidates were elected, but the actions of mayors are subject to review by the of mayors are subject to review by the provincial Government. The Provincial provincial Coverament. The Provincial Assembly—as distinct from the Cegislative Yuan—is almost entirely Formosan, but its powers are largely advisory. The Press, however, unique an astonishing freedom of comment, provided it does not question the personality or mission of the President, or the nature of the regime.

Economically the standard of living

and Taipeh is bursting at the seams. The racy mean higher taxes, but the recesiny of war softens their impact. reform has borne fruit: about 35 000 acres of farmland have so far been redistributed to tenants, and 90 per cent. of all farmland in the country is numer-tilled. The Government has lostered light industry, to consumer goods. A fertilizer plant is consumer goods. A fertilizer plant is being built near Taipeh, and with other similar projects under the first Four-year Plan will make Pormosa almost self-sufficient in fertilizers. An oil refinery at Kaoshiung will soon give wormosa a domestic source of high severage fuel for jet aircraft. octane fuel for jet aircraft.

DISCONTENT GROWING

Formosan aspirations remain as inoherent and uncoordinated as ever. Discontent with Kuomintang dominaion seems to have grown rather than lessened, as the necessity for it seems less justified. There is no organization, and there are no leaders to speak of—the Nationalists see to that. Politically the Formosan desire for independence constitutes no real menace to the régime so long as the Generalissimo is alive. Mintarily it plays no part. The Army will follow its leaders, even though the offshore islands mean nothing to the Formosan national movement might be no Kuomintang supremacy is for the present neutralized by fear of Communism. Even the most ardent local matriots realize that an independent Formosa would need a powerful protector to deter their voracious ommunist neighbour.

A much more immediate question is the effect of the loss of the offshore siands on the Nationalist regime. Would the Kuomintang be shaken to its foundations and lose its value as a lastion against Communism? The extent of the upheaval would depend on the manner of their fall. If by a negotiated withdrawal, it would, in the opinion of experts, be a erippling blow to the Government. If they fall after a brave fight and a strangulating blockade, the wound would be grievous but not fatal. If somehow the Generalissimo could be persoaded to accept the inevitthe effect of the loss of the offshore sould be persuaded to accept the inevitaccept the bitter plil, he could probably still hold the country together. There would, however, be a recrudescence of anti-American feeling, and some pro-gressive Kuominuang leaders might lend a readier car to Communist offers of position and place. But downright defiance of any negotiated solution determination to carry, unaited if neces-